

FISCAL NOTE

HB 617 - SB 1384

March 9, 2007

SUMMARY OF BILL: Enacts the “Cumberland River Resort District Act of 2007.” Authorizes any county bordering on, or crossed by the Cumberland River, or any municipality within three (3) miles of the nearest bank of the Cumberland River, the option of electing to become a Cumberland River Resort District (CRRD) for the purpose of being allocated a 4.5925% share of actual state sales tax revenues collected and remitted by dealers within the boundaries of such districts in lieu of a 4.5925% allocation based on the populations of such districts.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - \$43,300,000

**Increase Local Govt. Revenues – \$21,650,000 / General Purposes
\$21,650,000 / Earmarked for tourism**

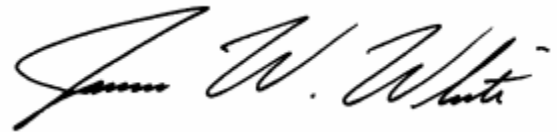
Assumptions:

- According to the Department of Revenue, eleven (11) counties would be eligible for and would benefit by electing CRRD status: Clay, Jackson, Smith, Trousdale, Wilson, Sumner, Davidson, Cheatham, Dickson, Montgomery, and Stewart. As a result of additional appropriations, all eleven counties are presumed to elect CRRD status.
- According to DOR, no municipalities would benefit by electing CRRD status. Therefore, no municipalities are presumed to elect CRRD status.
- Clay County would benefit an additional \$100,000; Jackson County, \$75,000; Smith County, \$300,000; Trousdale County, \$75,000; Wilson County, \$2,800,000; Sumner County, \$3,250,000; Davidson County, \$32,200,000; Cheatham County, \$500,000; Dickson County, \$1,500,000; Montgomery County, \$4,350,000; and Stewart County, \$150,000.
- The decrease to state revenues is estimated to be \$43,300,000 per year (all eleven counties cumulative).

- 50% of additional appropriations to local governments shall be earmarked exclusively for the promotion and support of tourism within their respective jurisdictions.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" and last name "White" clearly legible, and "W." in the middle.

James W. White, Executive Director